

FILED

NOV 26 2007

PEGGY B. DEANS, CLERK
U.S. BANKRUPTCY COURT
EASTERN DISTRICT OF N.C.

Nov. 18th, 2007

Clerk
U.S. Bankruptcy Court
P.O. Box 1441
Raleigh, North Carolina 27602-1441

In ref:
International Heritage, Inc.
Case Number: 98-02675-5-ATS
Claim Number: 011962
Amount: \$890.00

To whom it may concern:

On 10/26/07, I received notice that my claim for reimbursement of \$890.00 from International Heritage, Inc. might be denied due to lack of documentation. I have no attorney, nor do I feel it is reasonable for me to travel from Montana to North Carolina to resolve this matter. It would be foolishness for me to request a hearing. Therefore, in my absence, I am including information to substantiate my claim (i.e. a copy of my cancelled check written on 2/14/98).

I paid International Heritage, Inc. \$890.00—in good faith—for goods/services that I never received. Almost 10 years has passed without International Heritage, Inc returning my money to me. I realize that I'm a small investor in a large corporate venture, but my money is important to me. My claim is valid.

Thank you.



Kristine R. Schofield
3115 Sour Dough Road
Bozeman, MT 59715

Cc to Holmes P. Harden, Trustee for IHI

Holmes P. Harden, Trustee for IHI
P.O. Box 536
Benson, NC 27504

Claim No.: 011962
Amount: \$890.00

0001 0000600 00000000 001 001 00600 INS: 0 0


 KRISTINE R SCHOFIELD
 3115 SOUR DOUGH ROAD
 BOZEMAN, MT 59715

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF NORTH CAROLINA
RALEIGH DIVISION

IN RE:
INTERNATIONAL HERITAGE, INC.
Debtor.

CASE NO: 98-02675-5-ATS

CHAPTER 7

NOTICE OF OBJECTION TO CLAIM

NOTICE IS HEREBY GIVEN of the Trustee's Objection to Claim filed with the court on October 26, 2007 pursuant to which the trustee objects to one or more proofs of claim filed by you in the above-captioned case.

NOTICE IS FURTHER GIVEN THAT the specific basis of the Trustee's objection to your claim is as follows: **The legal basis for your claim is unclear and/or there is no documentation attached to your claim or the attached documentation does not substantiate the amount claimed. Trustee requests denial of claim.**


You should read this objection carefully and discuss it with your attorney if you have one. ANY CORRESPONDENCE MUST BE IN WRITING. Your claim may be reduced, modified, or disallowed in its entirety if the bankruptcy court sustains the trustee's objections.

NOTICE IS FURTHER GIVEN that if no response to the trustee's objection explaining your position and requesting a hearing is filed in writing with the CLERK, U.S. BANKRUPTCY COURT, P. O. BOX 1441, RALEIGH, NORTH CAROLINA 27602-1441 with a copy to Holmes P. Harden, Trustee for IHI at P. O. Box 536, Benson, NC 27504 within 30 days of the date of this notice, the relief requested by the Trustee may be granted without hearing or further notice. **If a hearing is requested such hearing will be held on November 29, 2007 at 1:00 p.m. at the United States Bankruptcy Courthouse and Post Office Building, Room 208, 300 Fayetteville Street Mall, Raleigh, North Carolina. Any party requesting a hearing shall attend said hearing in support of such request or (s)he may be assessed with costs.**

Dated: October 26, 2007

BY: /s/ Holmes P. Harden
Holmes P. Harden, Trustee



UNITED STATES BANKRUPTCY COURT EASTERN DISTRICT OF NORTH CAROLINA		PROOF OF CLAIM
Name of Debtor INTERNATIONAL HERITAGE, INC.		Case Number: 98-02675-5-ATS
NOTE: This form should not be used to make a claim for an administrative expense arising after the commencement of the case. A "request" for payment of an administrative expense may be filed pursuant to 11 U.S.C. §503.		 98-02675-5-ATS THIS SPACE IS FOR COURT USE ONLY
Name of Creditor (The person or other entity to whom the debtor owes money or property): KRISTINE R SCHOFIELD Name and Address where notices should be sent: KRISTINE R SCHOFIELD 3115 Sour Dough Road Bozeman MT 59715		
Telephone Number: 406 587-9663		
Account or other number by which creditor identifies debtor: 517-58-5268		
1. Basis for Claim <input type="checkbox"/> Goods Sold <input type="checkbox"/> Services Performed <input type="checkbox"/> Money Loaned <input type="checkbox"/> Personal injury/wrongful death <input type="checkbox"/> Taxes <input checked="" type="checkbox"/> Other <u>Depositor on goods/services not received</u>		<input type="checkbox"/> Check box if you are aware that anyone else has filed a proof of claim relating to your claim. Attach copy of statement giving particulars. <input type="checkbox"/> Check box if you have never received any notices from the bankruptcy court in this case. <input type="checkbox"/> Check box if the address differs from the address on the envelope sent to you by the court.
2. Date debt was incurred: 2/14/98		<input type="checkbox"/> Retiree benefits as defined in 11 U.S.C. §1114(a) <input type="checkbox"/> Wages, salaries, and compensation (fill out below) Your SS #: _____ Unpaid Compensation for Services Performed from _____ to _____ (date) (date)
3. If court judgment, date obtained:		<input type="checkbox"/> Check here if this claim replaces a previously filed claim, dated _____
4. Total Amount of Claim at Time Case Filed: \$ 890.00 If all or part of your claim is secured or entitled to priority, also complete Item 5 or 6 below. <input type="checkbox"/> Check this box if claim includes interest or other charges in addition to the principal amount of the claim. Attach itemized statement of all interest or additional charges.		
5. Secured Claim. <input type="checkbox"/> Check this box if your claim is secured by collateral (including a right of setoff). Brief Description of Collateral: <input type="checkbox"/> Real Estate <input type="checkbox"/> Motor Vehicle <input type="checkbox"/> Other _____ Value of Collateral: \$ _____ Amount of arrearage and other charges at time case filed included in secured claim, if any: \$ _____		6. Unsecured Priority Claim. <input checked="" type="checkbox"/> Check this box if you have an unsecured priority claim Amount entitled to priority \$ 890.00 Specify the priority of the claim: <input type="checkbox"/> Wages, salaries, or commissions (up to \$4,300)* earned within 90 days before filing of the bankruptcy petition or cessation of the debtor's business, whichever is earlier - 11 U.S.C. § 507(a)(3). <input type="checkbox"/> Contributions to an employee benefit plan - 11 U.S.C. § 507(a)(4). <input checked="" type="checkbox"/> Up to \$ 1,950* of deposits toward purchase, lease, or rental of property or services for personal, family, or household use - 11 U.S.C. § 507(a)(6). <input type="checkbox"/> Alimony, maintenance, or support owed to a spouse, former spouse, or child - 11 U.S.C. § 507(a)(7). <input type="checkbox"/> Taxes or penalties owed to governmental units - 11 U.S.C. § 507(a)(8). <input type="checkbox"/> Other - Specify applicable paragraph of 11 U.S.C. § 507(a)(____). *Amounts are subject to adjustment on 4/1/01 and every 3 years thereafter with respect to cases commenced on or after the date of adjustment.
7. Credits: The amount of all payments on this claim has been credited and deducted for the purpose of making this proof of claim.		THIS SPACE IS FOR COURT USE ONLY
8. Supporting Documents: Attach copies of supporting documents, such as promissory notes, purchase orders, invoices, itemized statements of running accounts, contracts, court judgments, mortgages, security agreements, and evidence of perfection of lien. DO NOT SEND ORIGINAL DOCUMENTS. If the documents are not available, explain. If the documents are voluminous, attach a summary.		
9. Date-Stamped Copy: To receive an acknowledgment of the filing of your claim, enclose a stamped, self-addressed envelope and copy of this proof of claim.		
Date 3/1/99	Sign and print the name and title, if any, of the creditor or other person authorized to file this claim (attach copy of power of attorney, if any): KRISTINE R SCHOFIELD, Creditor	
Penalty for presenting fraudulent claim: Fine of up to \$500,000 or imprisonment for up to 5 years, or both. 18 U.S.C. §§ 152 and 3571.		

NOTE TO ALL CREDITORS IN CONVERTED CASES ONLY:
 DO NOT FILE A CLAIM IF YOU FILED A CLAIM UNDER THE PREVIOUS CHAPTER

STATE AUDITOR
STATE OF MONTANA



Mark O'Keefe
STATE AUDITOR

COMMISSIONER OF INSURANCE
COMMISSIONER OF SECURITIES

To: IHI Representatives
From: Mark O'Keefe *Mark O'Keefe*
Re: Status of Refunds and Administrative Action
Date: November 2, 1998

As I am sure you are aware, IHI has failed to make refunds to Montana representatives by November 1st, as required by the consent agreement signed by Stanley VanEtten on May 1, 1998. IHI has not asked the Department for an extension of the time period to make the refunds in writing nor verbally.

I have attached a copy of my letter to Stanley Van Etten and IHI that notifies them I have reinstituted the Cease and Desist order and have asked the hearings officer to set a hearing date. I would expect that date to be set in January, 1999, and that a final decision from that hearing would be made in late February, 1999. You should be aware that the decision from the hearings process may be appealed to district court.

You have my assurance that I will do everything within my power to pursue this case and to get refunds for Montana residents. The process will be time consuming and I cannot guarantee that I will be successful. In fact, the two other states that reached consent agreements with IHI prior to Montana have had difficulty and delays in getting refunds for their residents.

I have asked my staff to set up a recorded message to provide updates. You can reach that message by calling toll-free, 1-800-332-6148. If you prefer to speak to one of my staff, please ask for Lynne Egan, Fred Sargeson or Fiona Harpster. Please appreciate that with the volume of calls we have been receiving that we may not be able to return every call as quickly as we would like, but we will return every call.

STATE AUDITOR
STATE OF MONTANA



Mark O'Keefe
STATE AUDITOR

COMMISSIONER OF INSURANCE
COMMISSIONER OF SECURITIES

November 2, 1998

VIA FACSIMILE #919-571-4620
VIA CERTIFIED MAIL

Stanley Van Etten, President and CEO
International Heritage, Inc.
2626 Glenwood Ave., Ste. 200
Raleigh, NC 27608

RE: Consent Agreement, MT Securities Dept. Case No. 04-02-98-004

Dear Mr. Van Etten:

As you are aware, you entered into a consent agreement with the State of Montana regarding the offer and sale of IHI retail business agreements in Montana. Among IHI's obligations under the consent agreement was the obligation to refund to Montana residents all costs associated with entering into a retail business agreement, less the value of commissions and products received.

IHI has failed to pay these refunds, despite repeated verbal assurances to our department that such refunds would be made by the deadline. Our department received a written assurance of IHI's commitment to honor the consent agreement's terms from your counsel, Brent Wood, on September 18, 1998. My staff and Montana residents relied on these continued assurances by IHI. However, these assurances appear to be worthless.

I read with interest the Raleigh News & Observer article in which you indicated a desire to persuade me to grant an extension on the refund obligation deadline. I have not received a request for IHI either verbally or in writing. I believe that granting a request for an extension would not be in the best interests of Montana residents. I am reinstating the Cease and Desist Order. I have asked the hearings officer to set a hearing date. We will also be reviewing other legal options designed to hold IHI and its officers and directors to their obligations to Montanans who have dealt with the company in good faith.

Sincerely,

A handwritten signature in dark ink, appearing to read "Mark O'Keefe", is written over a horizontal line.

Mark O'Keefe
State Auditor and
Commissioner of Securities



06/22/98

Kristine Schofield
3115 Sour Dough road
Bozeman, MT 59715

Dear Kristine Schofield:

We are in receipt of your letter regarding a refund. Our Refund Department is working to process all such requests, including yours. Upon completion of the review, you will receive a letter regarding your refund. Any calls into the department inquiring about the status of your refund will slow down the process. Thank you for your patience.

Sincerely,

Nicole Perry, Supervisor
Refund Department
International Heritage, Inc.

FORM B9B (Chapter 7 Corporation/Partnership No Asset Case)(9/97)

Case Number 98-02674-5-ATS

UNITED STATES BANKRUPTCY COURT

Eastern District of North Carolina

Notice of Chapter 7 Bankruptcy Case, Meeting of Creditors, & Deadlines

A chapter 7 bankruptcy case concerning the debtor corporation listed below was filed on November 25, 1998.

You may be a creditor of the debtor. You may want to consult an attorney to protect your rights. All documents filed in the case may be inspected at the bankruptcy clerk's office at the address listed below. NOTE: The staff of the bankruptcy clerk's office cannot give legal advice.

See Reverse Side For Important Explanations.**Debtor (name(s) and address):**

INTERNATIONAL HERITAGE, INCORPORATED

2626 GLENWOOD AVENUE, #200
RALEIGH, NC 27608**Case Number:**

98-02674-5-ATS

Taxpayer ID Nos.:

87-0421191

Attorney for Debtor (name and address):Terri L. Gardner
Smith, Debnam, Hibbert & Pahl
P. O. Box 26268
Raleigh, NC 27611-6268

Telephone number: (919) 250-2000

Bankruptcy Trustee (name and address):Holmes P. Harden
P.O. Box 17169
Raleigh, NC 27619

Telephone number: (919) 981-4033

Meeting of Creditors:

Date: December 30, 1998 Time: 9:30 A.M.

Location: USBA Meeting Rm, Room 443, Century Station Bldg, 300 Fayetteville St, Raleigh, NC

Creditors May Not Take Certain Actions:

The filing of the bankruptcy case automatically stays certain collection and other actions against the debtor and the debtor's property. If you attempt to collect a debt or take other action in violation of the Bankruptcy Code, you may be penalized.

Please Do Not File A Proof of Claim Unless You Receive a Notice To Do So.**Address of the Bankruptcy Clerk's Office:**CLERK, U.S. BANKRUPTCY COURT
POST OFFICE BOX 1441
RALEIGH, N.C. 27602-1441

Telephone number: (252)237-0248

For the Court:**Clerk of the Bankruptcy Court:**

Peggy B. Deans

Hours Open:

8:30 a.m. - 4:30 p.m.

Date:

December 3, 1998

UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF NORTH CAROLINA
RALEIGH DIVISION

IN THE MATTER OF:

CASE NUMBER:

INTERNATIONAL HERITAGE, INC.
INTERNATIONAL HERITAGE, INCORPORATED
Debtors

98-02675-5-ATS
98-02674-5-ATS

NOTICE OF CASE MANAGEMENT PROCEDURE

Due to the size, complexity and number of creditors in these cases, the court has established a case management procedure as follows:

1. **LIMITING NOTICE.** Bankruptcy Rule 2002(l) authorizes the court to order that notices be made by publication if notice by mail is impracticable. In this case there are over 190,000 creditors and notice to all creditors of future matters may be impracticable. In the future, **in lieu of notice by mail**, notice will be given in three ways: (1) - notices will be posted the court's web page shown in paragraph 3 below; (2) - notices will be available by calling toll free 1-888-895-8385; (3) - a creditor may receive notices by E-mail if the creditor notifies the trustee by first-class mail in writing at the trustee's address in paragraph 2 below that the creditor wishes to receive notices by E-mail address and the notification by the creditor includes the creditor's name, mail address, telephone number and E-mail address.
2. **TRUSTEE.** The trustee appointed in this case is **HOLMES P. HARDEN, P. O. BOX 17169, RALEIGH, NC 27619, TELEPHONE NUMBER (919) 981-4033**. Case status updates may be obtained by calling toll free 1-888-895-8385.
3. **COURT'S WEB PAGE.** The trustee will provide updates on the progress of the case which will be posted on the court's web page at: **www.nceb.uscourts.gov**
4. **MEETING OF CREDITORS.** The meeting of creditors called pursuant to 11 U.S.C. § 341(a) will be held at the location on the date and time specified in the attached notice. Since space is limited, an ancillary site in Room 208, second floor, in the courthouse will be used for closed-circuit viewing of the meeting. Questioning by creditors may be limited by time constraints. To facilitate the expeditious questioning of the debtor, creditors should submit written questions in advance to the trustee.

A transcript or summary of the meeting of creditors may be available on the Court's web site within 30 days following the conclusion of the meeting.
5. **FILING OF PROOFS OF CLAIM.** Two cases have been filed, International Heritage, Inc., 98-02675-5-ATS and International Heritage, Incorporated, 98-02674-5-ATS. The only case that has been identified as having assets that may provide funds available for distribution in the future is **INTERNATIONAL HERITAGE, INC., 98-02675-5-ATS. This is the only case in which you are being requested to file a proof of claim.**

DO NOT file a proof of claim at this time in INTERNATIONAL HERITAGE, INCORPORATED, 98-02674-5-ATS. Filing of unrequested proofs of claim complicates administration of the cases, takes time away from the trustee, his staff, and the court that could be more productively used to administer the assets of INTERNATIONAL HERITAGE, INC., 98-02675-5-ATS. In the future, if assets are discovered in International Heritage, Incorporated, which would be available for distribution, you will be notified to file a proof of claim in that case and a form will be provided at that time.

For
#0929006131: 8476 712355
3/12/98 8425 10.55

Kristine R. Schofield
3115 New Albany Road 517-9663
Bloomington, MI 48115
#517-53-58108
Feb 14 19 98 8476
Pay to the Order of International Heritage 5 (890) 99
Eight Hundred Ninety Nine No 100 Dollars
FIRST SECURITY BANK OF MICHIGAN
PO BOX 100000
ANN ARBOR MI 48106
For
#0929006131: 8476 712355
3/06/98 8476 890.00

Kristine R. Schofield
3115 New Albany Road 517-9663